

Thomas M. Kennedy (TK-0993)
Susan M. Jennik (SJ-4607)
KENNEDY, JENNIK & MURRAY, P.C.
113 University Place
New York, NY 10003
(212) 358-1500

Hearing Date and time:
January 12, 2006
10:00 a.m.

Attorneys for International Union of Electronic,
Electrical, Salaried, Machine and Furniture Workers,
Communications Workers of America (IUE-CWA)

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re:)	
)	Chapter 11
In re DELPHI CORPORATION, et al.,)	
)	05-44481 (RDD)
Debtors.)	(Jointly Administered)

**RESPONSE OF IUE-CWA/DELPHI CORP. JOINT ACTIVITIES CENTER TO
NOTICE OF OBJECTION TO CLAIM AND TO
FOURTH OMNIBUS OBJECTION (PROCEDURAL)
PURSUANT TO 11 U.S.C. § 502(b) AND FED. R. BANKR. P. 3007
TO CERTAIN DUPLICATE AND AMENDED CLAIMS**

IUE-CWA/Delphi Corp. Joint Activities Center (IUE-CWA JAC”), by its counsel, hereby respond to the Notice of Objection to their claims filed in the above-captioned case and to the Fourth Omnibus Objection (Procedural) pursuant to 11 U.S.C. § 502(b) and Fed. R. Bankr. P. 3007 to Certain Duplicate and Amended Claims, and respectfully represent as follows:

BACKGROUND

1. On October 8 and 14, 2005, Delphi Corporation (“Delphi”) and certain of its U.S. subsidiaries and affiliates (collectively, “the Debtors”) filed voluntary petitions in this Court for reorganization relief under chapter 11 of title 11 of the United States Code, 11 U.S.C. §§ 101-1330, as amended (the “Bankruptcy Code”). The Debtors continue to operate their businesses

and manage their properties as debtors-in-possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. This Court entered orders directing the joint administration of the Debtors' chapter 11 cases.

2. No trustee or examiner has been appointed in the Debtors' cases. On October 17, 2005, the Office of the United States Trustee (the "U.S. Trustee") appointed an official committee of unsecured creditors. On April 28, 2006, the U.S. Trustee appointed an official committee of equity holders.

3. This Court has jurisdiction over this objection and response pursuant to 28 U.S.C. §§ 157 and 1334. This matter is a core proceeding under 28 U.S.C. § 157(b)(2).

RESPONSE TO CLAIMS OBJECTION

A. The Titles of the Claims Objections to which the Response is Directed

4. The title of the Claims Objections to which the Response is directed are: 1) Notice of Objection to Claim to IUE CWA Delphi Corp. Joint Activities Center; and 2) Fourth Omnibus Objection (Procedural) pursuant to 11 U.S.C. § 502(b) and Fed. R. Bankr. P. 3007 to Certain Duplicate and Amended Claims.

B. The Name of the Claimant and a Brief Description of the Basis for the Amount of the Claim

5. The name of the claimant is IUE-CWA/Delphi Corp. Joint Activities Center ("IUE-CWA JAC"). The basis of the claim is that through this proceeding, the Debtors seek to terminate collective bargaining agreements which require Delphi to make contributions to fund the IUE-CWA JAC. See Declaration of Kevin M. Butler, Exhibit D at IUE-CWA Term Sheet_Final_102005 at 14, (Docket Number 3038), filed in support of Debtors' Motion for

Authority to Reject Collective Bargaining Agreements under 11 U.S.C. § 1113(c) and Modify Retiree Welfare Benefits under 11 U.S.C. § 1114(g) (“Butler Dec.”). IUE-CWA JAC is not now able to quantify the amount of these claims.

C. Statement of Reasons Why the Claims Should Not Be Disallowed and Expunged

6. On July 28, 2006, IUE-CWA JAC filed Proofs of Claim against each Debtor entity for General Unsecured and Unsecured Priority Claims for retiree benefits, wages, and contributions to an employee benefit plan. These claims are unliquidated. IUE-CWA JAC does not have detailed information about the intricacies of the Debtors’ corporate structure. Without such information, IUE-CWA JAC risked the loss of claims for which a Debtor entity other than Delphi may be responsible. Therefore, IUE-CWA JAC filed a Proof of Claim against each Debtor entity.

7. The Debtors have now objected, without explanation, to claim number 13272 filed against Delphi Electronics (Holding) LLC, claims, stating as the Basis for Objection of the claim: “Duplicate and Amended”. The Surviving Claim, claim number 12651, was filed against Delphi Corporation.

8. Debtors assert that the Disputed Claim is “Duplicate and Amended”. In support of the Objection, Debtors filed the Fourth Omnibus Objection which, in general terms, states objections to duplicate claims and argues that claimants are not entitled to duplicate relief. Debtors offer no proof or evidence that the Disputed Claim is in fact duplicative. Debtors offer no evidence that should the Court grant their objection and swallow or expunge the Disputed Claims IUE-CWA JAC will be able to achieve complete relief from Delphi through the

Surviving Claim. IUE-CWA JAC should be provided the opportunity to engage in discovery regarding the nature of Delphi Electronics (Holding) LLC, and its potential responsibility for IUE-CWA JAC's claims, before a determination on whether the Disputed Claim should be disallowed.

9. IUE-CWA JAC does not seek duplicate relief. Rather, it merely seeks to protect its right to claims for which a Debtor entity, other than Delphi, may be responsible. This case has been consolidated for administrative purposes only. There is no substantive consolidation and therefore, no protection from the risk that, unbeknownst to IUE-CWA JAC, it must seek relief from a Debtor entity other than Delphi. “Without the check of substantive consolidation, debtors could insulate money through transfers among inter-company shell corporations with impunity.” *In re Bonham*, 229 F.3d 750, 764 (9th Cir. 2000). Indeed, in the absence of substantive consolidation, a single claim filed against only one debtor entity may result in the dismissal of the claim. *In re Enron Corp.*, 419 F.3d 115, 127 (2d Cir.2005).

10. Debtors provide no basis for the objection that the claims have been “amended”. IUE-CWA JAC has not filed any amendments to its claims.

D. Documentation Sufficient to Establish a *Prima Facie* Right to Payment

11. The collective bargaining agreements between Delphi and IUE-CWA referred to in the Butler Dec., Ex. D, IUE-CWA Term Sheet_Final_102005 at 1-3 (Docket Number 3038).

CONCLUSION

For all of the foregoing reasons, the Objection should be denied and the claims of IUE-CWA JAC should be allowed against each Debtor entity.

Dated: January 4, 2007
New York, NY

Respectfully submitted,

KENNEDY, JENNIK & MURRAY, P.C.
Counsel for IUE-CWA JAC

By: 

Susan M. Jennik (SJ-4607)
113 University Place, 7th Floor
New York, New York 10003
Tel. (212) 358-1500

AFFIDAVIT OF SERVICE

State of New York)
) ss.:
County of New York)

Joan Esposito, being duly sworn, deposes and says that: I am not a party to the action, am over 18 years of age, and reside in Kings County, New York. On January 4, 2007, I served the within Response of IUE-CWA/Delphi Corp. Joint Activities Center to Notice of Objection to Claim and to Fourth Omnibus Objection (Procedural) Pursuant to 11 U.S.C. §502(b) and Fed.R.Bankr.P.3007 to Certain Duplicate and Amended Claims by mailing a copy via overnight mail to the following:

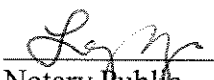
Delphi Corporation
Attn: General Counsel
5725 Delphi Drive
Troy, MI 48098

John W. Butler, Jr.
John K. Lyons
Randall G. Reese
Skadden, Arps, Slate, Meagher & Flom, LLP
333 West Wacker Drive, Suite 2100
Chicago, Illinois 60606



JOAN ESPOSITO

Sworn to before me this
4th day of January, 2007.



Notary Public

LARRY MAGARIK
NOTARY PUBLIC, State of New York
No. 02MA5082506
Qualified in Kings County
Certificate Filed in Kings County
Commission Expires July 28, 2009